

Financial Statements

Alliance Francaise de Canberra Incorporated

ABN 80 850 477 693

For the year ended 31 December 2024

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Committee's Report
Alliance Francaise de Canberra Incorporated
For the year ended 31 December 2024

Your committee members submit the financial report of Alliance Francaise de Canberra Incorporated for the financial year ended 31 December 2024.

Committee members

The names of the committee members throughout the year and the date of this report are:

Committee Member	Position
Hugh Chevrant-Breton	President
Gordon Bull	Deputy President
Judith Woolley	Deputy President
Arthur Camilleri	Secretary
Leslie Barnes	Member
Rim El Kadi	Member
Catherine Riordan	Member
Steve Gregory (resigned during 2023)	Member
Sean Unwin (resigned during 2023)	Treasurer
Mariam Hafiz (commenced 2023)	Treasurer
Andrew Conley (resigned 2024)	Member
Nathaniel Ellis (resigned 2025)	Member

Principal activities

The principal activities of the Incorporated Association during the financial year were to promote French cultural activities and language.

Operating Result

The net operating loss for the Incorporated Association for the year ended 31 December 2024 was \$62,301. (2023: Loss \$36,338).

Signed in accordance with a resolution of the Members of the Committee:

(President)

(Treasurer)

Date:

Canberra

ALLIANCE FRANCAISE DE CANBERRA INCORPORATED
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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2024

	Note	2024 \$	2023 \$
Income			
Revenue	3	1,198,896	1,187,077
Expenses			
Advertising expenses		(27,270)	(33,252)
Administration expenses		(339,077)	(341,908)
Depreciation and amortisation expenses		(18,209)	(11,949)
Employee benefits expenses		(770,811)	(743,622)
Insurance expenses		(27,306)	(22,070)
Other expenses		(5,490)	(11,863)
Repairs and maintenance expenses		(73,034)	(58,751)
Total Expenses		<u>(1,261,197)</u>	<u>(1,223,415)</u>
(Deficit) before income tax expense		<u>(62,301)</u>	<u>(36,338)</u>
Income tax expense		-	-
(Deficit) after income tax expense		<u>(62,301)</u>	<u>(36,338)</u>
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		<u><u>(62,301)</u></u>	<u><u>(36,338)</u></u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

ALLIANCE FRANCAISE DE CANBERRA INCORPORATED
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STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2024

	Note	2024 \$	2023 \$
ASSETS			
Current assets			
Cash and cash equivalents	4	571,260	617,200
Trade and other receivables		15,546	12,585
Inventories		13,215	32,631
Prepayments		19,055	7,357
Total current assets		619,076	669,773
Non-current assets			
Property, plant and equipment	5	142,143	81,609
Total non-current assets		142,143	81,609
TOTAL ASSETS		761,219	751,382
LIABILITIES			
Current liabilities			
Trade and other payables	6	89,767	96,572
Provisions	7	31,980	35,945
Income received in advance		191,533	110,326
Total current liabilities		313,280	242,843
Non-Current liabilities			
Provisions	7	1,701	-
Total non-current liabilities		1,701	-
TOTAL LIABILITIES		314,981	242,843
NET ASSETS		446,238	508,539
EQUITY			
Retained earnings		446,238	508,539
TOTAL EQUITY		446,238	508,539

The above statement of financial position should be read in conjunction with the accompanying notes

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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2024

	Retained earnings	Total
	\$	\$
Balance at 1 January 2023	544,878	544,878
Loss for the period	(36,339)	(36,339)
Balance at 31 December 2023	508,539	508,539
Loss for the period	(62,301)	(62,301)
Balance at 31 December 2024	446,238	446,238

The above statement of changes in equity should be read in conjunction with the accompanying notes

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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Note	2024 \$	2023 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		1,358,511	1,259,122
Payments to suppliers and employees		(1,344,346)	(1,301,149)
Interest received		18,639	17,314
Net cash (used in) operating activities		<u>32,804</u>	<u>(24,713)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment and intangible assets		(78,744)	(11,652)
Net cash (used in) investing activities		<u>(78,744)</u>	<u>(11,652)</u>
Net (decrease) in cash and cash equivalents		(45,940)	(36,365)
Cash and cash equivalents at the beginning of the financial year		617,200	653,565
Cash and cash equivalents at the end of the financial year	4	<u><u>571,260</u></u>	<u><u>617,200</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Material accounting policy information

The accounting policies that are material to the association are set out below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The incorporated association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation

These are special purpose financial statements that have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012. The committee has determined the association is not a reporting entity because there are no users dependent on general purpose financial statements.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the association's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Revenue recognition

The incorporated association recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the incorporated association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the association: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Donations

Donations are recognised at the time the pledge is made.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

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Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Income tax

As the incorporated association is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the incorporated association's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the incorporated association's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Trade and other receivables

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Buildings	40 years
Plant and equipment	2-5 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the incorporated association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Trade and other payables

These amounts represent liabilities for goods and services provided to the incorporated association prior to the end of the financial year and which are unpaid. Due to their short-term nature, they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Estimation of useful lives of assets

The incorporated association determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Employee benefits provision

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

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	2024	2023
	\$	\$
Note 3. Revenue		
<i>Trading revenue</i>		
Classes	872,410	809,300
Sales of textbooks	38,888	36,939
Other trading income	(5,897)	49,280
	905,401	895,519
<i>Other revenue</i>		
Cultural income	180,175	216,747
External income	47,027	9,642
Interest income	18,639	17,314
Membership income	47,654	47,855
	293,495	291,558
Total revenue	1,198,896	1,187,077

Note 4. Cash and cash equivalents

Cash on hand	514	500
Cash at bank	570,746	616,700
	571,260	617,200

Accounting policy

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

The incorporated association has a business card facility of \$50,000. \$50,000 is still available for use as at 31 December 2024.

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	2024	2023
	\$	\$
Note 5. Property, plant and equipment		
Land and Buildings		
Land at cost	5,602	5,602
Buildings at cost	330,645	330,645
Less: Accumulated depreciation	(289,385)	(281,430)
Total Land and Buildings	46,862	54,817
Building Improvements at cost	39,350	-
Less: Accumulated depreciation	(323)	-
Total Building Improvements	39,027	-
Plant and equipment	350,061	310,667
Less: Accumulated depreciation	(293,807)	(283,875)
Total Plant and Equipment	56,254	26,792
Total Property, Plant and Equipment	142,143	81,609

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Note 5. Property, plant and equipment (continued)

Movements in carrying amounts of Property, plant and equipment

Movement in the carrying amount for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Land	Buildings	Building Improvements	Plant and equipment	Total
	\$	\$	\$	\$	\$
Balance at 30 December 2023	5,602	49,215	-	26,792	81,609
Additions	-	-	39,350	39,394	78,744
Depreciation expense	-	(7,955)	(323)	(9,932)	(18,210)
Balance at 30 December 2024	5,602	41,260	39,027	56,254	142,143

Accounting policy

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Buildings	40 years
Plant and equipment	2-5 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the incorporated association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

	2024 \$	2023 \$
Note 6. Trade and other payables		
Current		
Accounts payable	11,433	42,425
Accrued expenses	24,121	6,670
Superannuation payable	21,020	19,268
Other payables	33,193	28,209
	89,767	96,572

Accounting policy

These amounts represent liabilities for goods and services provided to the incorporated association prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

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	2024	2023
	\$	\$
Note 7. Provisions		
Current		
Provision for annual leave	18,804	18,375
Provision for long service leave - Current	13,176	17,570
Provision for long service leave - Non Current	1,701	-
	33,681	35,945

	2024	2023
	\$	\$
Note 8. Remuneration of auditors		
During the financial year the following fees were paid or payable for services provided by RSM Australia, the auditor of the Incorporated Association:		
<i>Auditor's Remuneration</i>		
Audit of the financial statements	12,500	12,000
Other Services	3,500	3,500
	16,000	15,500

Note 9. Contingent liabilities

The incorporated association had no contingent liabilities as at 31 December 2024 and 31 December 2023.

Note 10. Commitments

The incorporated association had no commitments for expenditure as at 31 December 2024 and 31 December 2023.

	2024	2023
	\$	\$
Note 11. Related party transactions		
<i>The following transactions occurred with related parties:</i>		
Payment for services from committee members	4,560	25,718

The value of related party transactions, including memberships and course fees, were conducted on an arm's length basis and in the normal course of business. These transactions were carried out under terms that are consistent with those available to other members and customers, and reflect the ordinary course of the company's operations.

Note 12. Events after the reporting period

No matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the incorporated association's operations, the results of those operations, or the incorporated association's state of affairs in future financial years.